

Core financial statements

The following pages show the council's core financial statements, and the notes to the accounts. The core statements are as follows:

Comprehensive Income and Expenditure Statement (CIES) (page 27). This shows the accounting cost in the year of providing services in accordance with generally accepted accounting practices, rather than the amount to be funded from taxation. Authorities raise taxation (council tax) to cover expenditure in accordance with regulations; this may be different from the accounting cost. The taxation position is shown in both the Expenditure and Funding Analysis and the Movement in Reserves Statement.

Movement in Reserves Statement (MiRS) (page 28). The MiRS shows the movement from the start of the year to the end on the different reserves held by the authority, analysed into 'usable reserves' (i.e. expenditure or reduce local taxation) and other 'unusable reserves'. It shows how the movements in year of the authority's reserves are broken down between gains and losses incurred in accordance with generally accepted accounting practices and the statutory adjustments required to return to the amounts chargeable to council tax for the year. The net increase/decrease line shows the statutory general fund balance in the year following those adjustments.

Balance Sheet (BS) (page 29). This shows the value (as at the balance sheet date) of the assets and liabilities recognised by the council. The net assets of the council (being assets less liabilities) are matched by the reserves held by the council. Reserves are reported in two categories. The first category of reserves are usable reserves, i.e. those that the council may use to provide services, subject to the need to maintain a prudent level of reserves and any statutory limitations on their use (e.g. the capital receipts reserve that may only be used to fund capital expenditure or repay debt). The second category of reserves includes reserves that hold unrealised gains and losses (e.g. the revaluation reserve), where amounts would only become available to provide services if the assets are sold; and reserves that hold timing differences shown in the MiRS line 'adjustments between accounting basis and funding basis under regulations'.

Cash Flow Statement (CFS) (page 30). This shows the changes in cash and cash equivalents of the council during the reporting period. The statement shows how the authority generates and uses cash and cash equivalents by classifying cash flows as operating, investing and financing activities. The amount of net cash flows arising from operating activities is a key indicator of the extent to which the operations of the council are funded by way of taxation and grant income or from the recipients of services provided by the council. Investing activities represent the extent to which cash outflows have been made for resources which are intended to contribute to the council's future service delivery. Cash flows arising from financing activities are useful in predicting claims on future cash flows by providers of capital (e.g. borrowing) to the council.

Notes to the core financial statements (pages 31-68). The core statements are supported by comprehensive notes to the accounts.

Accounting policies (pages 73-88). These are the accounting policies adopted in compiling the council's accounting statements which explain the basis on which the figures in the accounts have been prepared.

Supplementary financial statements

In addition to core financial statements and notes the council, as an authority that issues council tax and business rates bills, maintains a separate income and expenditure account, the **collection fund**, showing transactions in relation to this income and how the demands on the fund from central government, Oxfordshire County Council, Police and Crime Commissioner for Thames Valley and town and parish councils have been satisfied. This is shown on pages 69 to 71.

Comprehensive income and expenditure statement

2016/17 restated				2017/18		
Exp £000	Inc £000	Net £000		Exp £000	Inc £000	Net £000
36,921	(38,214)	(1,293)	Client team - 5 Councils Partnership	35,537	(32,742)	2,795
2,197	(876)	1,321	Strategic Management Board	1,400	(397)	1,003
3,739	(1,190)	2,549	Corporate Services Revenue	3,871	(1,092)	2,779
3,396	(2,655)	741	Development & Housing	2,552	(1,230)	1,322
88	(42)	46	Economy Leisure & Property	0	0	0
1,377	(537)	840	Finance	1,659	(711)	948
2,443	(821)	1,622	Legal & Democratic	2,548	(788)	1,760
5,538	(3,190)	2,348	Planning	5,794	(3,402)	2,392
10,575	(3,749)	6,826	Waste Leisure and Environment	9,272	(3,463)	5,809
66,274	(51,274)	15,000	Cost of services	62,632	(43,824)	18,808
4,413	0	4,413	Parish council precepts and other grants	4,662	0	4,662
1,120	0	1,120	Exceptional impairment	0	0	0
0	(522)	(522)	(Gain)/loss on the disposal of non-current assets	0	0	0
5,533	(522)	5,011	Other operating expenditure	4,662	0	4,662
0	(1,730)	(1,730)	Interest receivable and similar income	0	(1,759)	(1,759)
0	(760)	(760)	Other investment income (dividends)	0	(804)	(804)
	(627)	(627)	Other investment income (long leases)		(672)	(672)
0	(860)	(860)	Gains/loss on disposal of investments	0	(540)	(540)
18	(304)	(286)	Income and expenditure in relation to investment properties	41	(491)	(450)
1,744	0	1,744	Net Interest on net defined benefit liability or asset	1,614	0	1,614
1,762	(4,281)	(2,519)	Financing and investment income and expenditure	1,655	(4,266)	(2,611)
0	(11,633)	(11,633)	Recognised capital grants and contributions	0	(4,540)	(4,540)
0	(1,992)	(1,992)	Extraordinary capital contribution	0		0
0	(10,807)	(10,807)	Council tax	0	(11,166)	(11,166)
0	(17,738)	(17,738)	Retained business rates	0	(17,882)	(17,882)
15,002	0	15,002	Business rates tariff	15,509	0	15,509
0	(1,280)	(1,280)	Revenue support grant	0	(572)	(572)
0	(3,559)	(3,559)	Non-ringfenced government grants	0	(3,533)	(3,533)
15,002	(47,009)	(32,007)	Taxation and non-specific grant income	15,509	(37,694)	(22,185)
88,571	(103,086)	(14,515)	(Surplus) or deficit on provision of services	84,458	(85,784)	(1,326)
		(1,067)	Total Surplus on revaluation of non current assets			(1,294)
		(1,179)	Surplus or deficit on revaluation of available for sale financial assets			464
		7,179	Remeasurement of net defined benefit liability			(5,600)
		4,933	Total other comprehensive income and expenditure			(6,430)
		(9,582)	Total Comprehensive Income and Expenditure			(7,756)

During 2017/18 the council restructured its internal reporting hierarchy following a management restructure.

Movement in reserves statement

For the year ended 31 March 2018

	General fund balance £000	Capital receipts reserve £000	Capital grants unapplied £000	Total usable reserves £000	Unusable reserves £000	Total authority reserves £000
Balance - 31 Mar 2017	(59,261)	(31,157)	(16,133)	(106,551)	(16,368)	(122,919)
Total comprehensive income and expenditure	(1,326)	0	0	(1,326)	(6,430)	(7,756)
Adjustments between accounting basis and funding basis under regulations (note 5)	390	(515)	(2,900)	(3,805)	3,633	0
Net increase/decrease before transfers to other reserves	(1,716)	(515)	(2,900)	(5,131)	(2,797)	(7,756)
Transfers to/from other reserves	938	0	0	938	(938)	0
Increase/decrease (movement) in year	(778)	(515)	(2,900)	(4,193)	(3,563)	(7,756)
Balance - 31 Mar 2018	(60,039)	(31,672)	(19,033)	(110,744)	(19,931)	(130,675)

For the year ended 31 March 2017

	General fund balance £000	Capital receipts reserve £000	Capital grants unapplied £000	Total usable reserves £000	Unusable reserves £000	Total authority reserves £000
Balance - 31 Mar 2016	(56,740)	(26,571)	(5,778)	(89,089)	(24,248)	(113,337)
Total comprehensive income and expenditure	(14,515)	0	0	(14,515)	4,933	(9,582)
Adjustments between accounting basis and funding basis under regulations (note 5)	11,974	(4,586)	(10,355)	(2,967)	2,967	0
Net increase/decrease before transfers to other reserves	(2,541)	(4,586)	(10,355)	(17,482)	7,900	(9,582)
Transfers to/from other reserves	20	0	0	20	(20)	0
Increase/decrease (movement) in year	(2,521)	(4,586)	(10,355)	(17,462)	7,880	(9,582)
Balance - 31 Mar 2017	(59,261)	(31,157)	(16,133)	(106,551)	(16,368)	(122,919)

The general fund balance includes earmarked revenue reserves which have been disclosed separately in prior years. Transfers between these two funds are detailed in note 6.

Balance sheet

31 March 2017		31 March 2018		
£000		£000	£000	Notes
29,149	Property, plant & equipment		30,960	7
5,075	Investment Property		5,075	8
66	Intangible assets		62	
36,970	Long term investments		38,564	9
29,248	Long term debtors		28,447	10
100,508	Long term assets		103,108	
69,870	Short term investments	85,890		9
5	Inventories	6		
7,740	Short term debtors	12,728		10
19,348	Cash and cash equivalents	9,407		11
96,963	Current assets		108,031	
(13,560)	Short term creditors	(20,436)		13
(1,292)	Provisions	(1,914)		14
(280)	Capital grants receipts in advance	(1,987)		
(15,132)	Current liabilities		(24,337)	
(59,420)	Long term Liabilities		(56,127)	19f
122,919	Net assets		130,675	
(106,551)	Usable reserves		(110,744)	See MIRS
(7,152)	Revaluation reserve	(8,208)		15a
(2,266)	Available for Sale Financial Instrument Reserve	(1,802)		15b
(37,138)	Capital adjustment account	(37,889)		15c
59,420	Pensions reserve	56,127		15d
(29,248)	Deferred capital receipts reserve	(28,539)		15e
(172)	Collection Fund Adjustment Account	192		15f
188	Short-term accumulating compensated absences	188		15g
(16,368)	Unusable reserves		(19,931)	
			0	
(122,919)	Total reserves		(130,675)	

The unaudited accounts were issued on 1 June 2018.

Cash flow statement

2016/17 £'000		2017/18 £'000	Notes
14,515	Net surplus/(deficit) on the provision of services	1,326	
2,561	Adjust net surplus or (deficit) on the provision of services for non-cash movements	3,766	
(14,147)	Adjust for items included in the net surplus or (deficit) on the provision of services that are investing and financing activities	(4,367)	
2,929	Net Cash flows from operating activities	725	16
	Investing Activities		
(42)	Purchase of property, plant and equipment, investment property and intangible assets	(71)	
(86,443)	Purchase of short-term and long-term investments	(102,965)	
(26)	Other payments for investing activities	(192)	
606	Proceeds from the sale of property, plant and equipment, investment property and intangible assets	0	
79,924	Proceeds from short-term and long-term investments	85,500	
12,715	Other receipts from investing activities	6,245	
6,734	Total Investing Activities	(11,483)	
	Financing Activities		
1,562	Billing authorities - council tax and NDR adjustments	817	
	Total Financing Activities		
11,225	Net increase/decrease in cash and cash equivalents	(9,941)	
8,123	Cash and cash equivalents at the beginning of the reporting period	19,348	
19,348	Cash and cash equivalents at the end of the reporting period	9,407	11